

**GOVERNMENT OF ANDHRA PRADESH
ABSTRACT**

Industrial Promotion – Extension of special package of incentives under Mega project concept of Industrial Investment Promotion Policy (IIPP) 2010-15 to M/s. Johnson & Johnson (India) Ltd. to set up a Manufacturing facility for Personal Hygiene & Skin Care products at Mahaboobnagar District –Orders- Issued.

INDUSTRIES & COMMERCE (IP) DEPARTMENT

G.O.Ms.No. 81

Dated:-24.05.2014

Read the following:

1. From M/s.Johnson& Johnson (India) Ltd. Letter,dt2.8.2013
2. The State Investment Promotion Committee Meeting held on 22.08.2013
3. The State Investment Promotion Board Meeting held on 18.01.2014

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ORDER:-

In the reference 1stread above, M/s. Johnson & Johnson (India) Ltd has informed that they proposed to set up a manufacturing facility for Personal Hygiene & Skin Care products in Mahaboobnagar District with an investment of Rs.400.00 Cr and an employment potential of 1000 persons directly and 2500 indirectly.

2. M/s. Johnson & Johnson (India) Ltd. has requested the Government for the following Incentives/ benefits:

- (a) Reimbursement of 100% VAT/CST or SGST for a period of 10 years from the date of commencement of commercial production.
- (b) Reimbursement of land conversion (including Zoning Conversion) and registration cost and capital investment subsidy will be made available from DCP.
- (c) Reimbursement of Fixed power cost @ Rs.0.75 per unit for 5 years from the date of commencement of commercial production.
- (d) The GoAP will ensure that the power connection is provided at the door step of the Manufacturing facility by contributing 100% of the cost from Industrial Infrastructure Development fund (IIDF).
- (e) The GoAP will ensure availability of Power Infrastructure and electricity supply as per requirements given with assistance from Transmission Corporation of Andhra Pradesh(hereafter referred to as APTRANSCO) from nearest source to the site and will assist in getting necessary clearances & approvals for 4500 KVA in 2014 & 12 MVA from 2017 onwards
- (f) The GoAP will ensure that Government or the local authority builds and maintains the suitable road infrastructure connecting the nearest National Highway and outer ring road for movement of large trucks and 40 ft containers to access the site by December 2013.
- (g) The GoAP will ensure availability of water for project upto 1200 KL per day from available source. The GoAP shall also ensure lying of water pipeline from source to the site at their own cost for 500 KLD in 2014 & 1200 KLD from 2017

3. In the reference 2ndread above, the State Investment Promotion Committee (SIPC) have discussed the proposal of M/s.Johnson& Johnson (India)

Ltd., Mahaboobnagar District and recommended for the following incentives under IIPP 2010-15:

- (a) 50% VAT/CST reimbursement for a period of 5 years from the date of commencement of commercial production, subject to condition that the unit invests a minimum of Rs.250.00 Cr to avail this benefit.
- (b) All other incentives as per IIPP 2010-15 policy.

4. In the reference 3rd read above, the State Investment Promotion Board (SIPB) has discussed the proposal in detail and decided to extend the following incentives:

- (a) 50% net VAT/CST reimbursement for a period of 5 years from the date of commencement of commercial production, subject to condition that the unit invests a minimum of Rs.250.00 Cr to avail this benefit.
- (b) Other benefits as per IIPP 2010-15.

5. Government after careful examination of the proposal and the recommendations of the State Investment Promotion Board, hereby extend the following incentives to M/s.Johnson& Johnson (India) Ltd.,Mahaboobnagar District for their proposed manufacturing facility for Personal Hygiene & Skin Care products, under Industrial Investment Promotion Policy 2010-2015:

- (a) 50% net VAT/CST reimbursement for a period of 5 years from the Date of Commencement of Commercial Production (DCP), subject to condition that the unit invests a minimum of Rs.250.00 Cr orders to avail this benefit under IIPP 2010-15; and
- (b) All other incentives as per Industrial Investment Promotional Policy (IIPP) 2010-15 policy, which include:
 - (i) 100% reimbursement of Stamp duty and transfer duty paid by the industry on purchase of land meant for industrial use.
 - (ii) 100% reimbursement of Stamp duty for Lease of Land/Shed/buildings and also mortgages and Hypothecations.
 - (iii) Fixed power cost reimbursement @ Rs.0.75 per unit (upper ceiling) on the rates (2010-11) for 5 years from the date of commencement of commercial production. In case, decrease in Power Tariff, the reimbursement will be reduced proportionately; and
 - (iv) 25% subsidy on specific cleaner production measures limited to Rs.5.00 Lakhs.

6. The Commissioner of Industries, Hyderabad shall take necessary action, accordingly and intimate the status of the progress of work done by the unit from time to time to Government.

(BY ORDER AND IN THE NAME OF THE GOVERNOR OF ANDHRA PRADESH)

**K. PRADEEP CHANDRA,
SPECIAL CHIEF SECRETARY TO GOVERNMENT AND
COMMISSIONER FOR INDUSTRIAL PROMOTION**

To

The Commissioner of Industries, A.P., Hyderabad.

M/s.Johnson& Johnson (India) Ltd., through the Commissioner of Industries, AP, Hyd.

Copy to:

The Revenue (CT) Department.

The Revenue (Registration) Department.

The Energy Department.
The Irrigation (Reforms) Dept.
The Law(J) Department
The Accountant General, Andhra Pradesh, Hyderabad
The Commissioner of Commercial Taxes, Hyderabad
The Chairman & Managing Director, APTRANSCO.,Hyderabad
The Managing Director, APCPDC Ltd., Hyderabad.
The Vice Chairman & Managing Director, APIIC, Hyderabad.
The District Collector, Mahaboobnagar District.
The General Manager, DIC, Mahaboobnagar District.
P.S. to Principal Secretary to Chief Minister
P.S. to Hon'ble Minister(Major Industries)
P.S. to Chief Secretary to Government
P.S. to Spl Chief Secretary to Government & CIP, Ind& Com Dept.
SC/SF

//FORWARDED: BY ORDER//

SECTION OFFICER